

## VIDEO DISTRIBUTION SYSTEM

### Abstract of the Disclosure

5 Movies are distributed to customer households in a  
secure format on digital media such as optical disks for playback  
via proprietary set-top boxes. The movie disks preferably have a  
storage capacity enabling each disk to hold multiple movies, for  
example, ten, twenty, fifty or even one hundred or more movies.  
The movie disks are provided to customers at low cost or even no  
10 cost, and customers pay a viewing fee only when they choose to  
view a particular movie. A movie club model permits customers to  
obtain a disk each month with new release movies, and the option  
to order classic/older movie disks with compilations of related  
movies, for example, disks with twenty World War II movies or  
15 fifteen Julia Roberts movies.

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